

**ARIZONA STATE BOARD OF ACCOUNTANCY**  
100 N. 15<sup>th</sup> Avenue, Suite 165 Phoenix, Arizona 85007  
Phone: (602) 364-0804 Fax: (602) 364-0903  
[www.azaccountancy.gov](http://www.azaccountancy.gov)

**July 9, 2007 – 8:15 a.m.**

**AGENDA**

The Board President reserves the right to change the order of items on the agenda, except for public hearings set for a specific time.

Upon a vote of the majority of a quorum, the Board may go into Executive Session on any item on the agenda to obtain legal advice from the Board's attorneys pursuant to A.R.S. § 38-431.03(A)(3).

**OPEN SESSION**

**1. Call to Order**

**2. Call to the Public**

The Board may make an open call to the public during the meeting, subject to reasonable time, place and manner restrictions, to allow individuals to address the Board on any issue within its jurisdiction. Pursuant to A.R.S. § 38-431.01(G), members of the Board are not allowed to discuss or take legal action on matters raised during an open call to the public unless the matters are properly noticed for discussion and legal action. However, the Board may ask staff to review a matter or may ask that a matter be placed on a future agenda.

**3. Discuss, Amend and Approve Minutes**

Upon a vote of the majority of a quorum, the Board may go into Executive Session pursuant to A.R.S. § 38-431.03(A)(2) to discuss records exempt by law from public inspection.

- a. Approval of the Open Session Minutes from the June 11, 2007 Board Meeting
- b. Approval of the Executive Session Minutes from the June 11, 2007 Board Meeting

**4. Declaration of Conflicts of Interest**

**5. Executive Director's Report**

Executive Director to provide an update and/or summary on the following items. The listed items are subject to Board discussion and may result in legal action by the Board.

- a. Budget
- b. Performance Measurements
- c. Agency Operations

**EXECUTIVE SESSION**

Upon a vote of the majority of a quorum, the Board may go into Executive Session on Items 6-9 pursuant to A.R.S. § 38-431.03(A)(2) to discuss records exempt by law from public inspection, including the receipt and discussion of information or testimony that is specifically required to be maintained as confidential by state or federal law. Any legal action on the listed items will take place in open session. All meeting attendees will be required to leave the room during executive session.

**6. Committee Recommendations – Complaint/Initial Analysis Files**

Board to review advisory committee recommendations from the initial analysis of the following files:

- a. File No. 2007.090  
The Accounting and Auditing Standards Committee recommended that the Board close the file.
- b. File No. 2007.101  
The Accounting and Auditing Standards Committee recommended that the Board open investigation file.
- c. File No. 2007.109  
The Tax Practice Committee recommended that the Board close the file.
- d. File No. 2007.111  
The Tax Practice Committee recommended that the Board close the file.

**7. Committee Recommendations – Peer Review**

Board to review advisory committee recommendations from the Peer Reviews and Educational Enhancement Reviews of the following files:

- a. File No. 2007.119  
The Peer Review Committee recommended that the Board issue an Administrative Letter of Concern.
- b. File No. 2007.120  
The Peer Review Committee recommended that the Board issue an Administrative Letter of Concern.

**8. Assistant Attorney General's Report**

Status Report / Legal Advice Memo - Update on the status of the following General Counsel files/issues: Mitchell D. Chronister, Westling & Eldridge, PC, Anne Ball, Kevin Monachelli, Jeffrey Lee and Misc. Issues.

**9. Review Complaint & Peer Review Aging Report****OPEN SESSION**

Upon a vote of the majority of a quorum, the Board may go into Executive Session on any item pursuant to A.R.S. § 38-431.03(A)(2) to discuss records exempt by law from public inspection, including the receipt and discussion of information or testimony that is specifically required to be maintained as confidential by state or federal law and pursuant to A.R.S. § 38-431.03(A)(4) to discuss or consult with the Board's attorneys in order to consider the Board's position and instruct its attorneys in pending or contemplated litigation.

**10. Legal Action on Executive Session Items**

Board may take legal action on the items considered in Executive Session.

**11. Items for Board Review, Discussion and Legal Action**

- a. Recommended Decision of Administrative Law Judge  
Board to accept, reject or modify the recommended decision  
File No. 2007.074; Brewer, Stephan
- b. Termination of Decision & Orders (By Consent)  
Board to determine if the requirements of Decision & Orders (By Consent) have been met.
  - i. File Nos. 2001.040 & 2002.033; O'Brien, Joseph
  - ii. File No. 2006.007; McNeal, Syreeta
  - iii. File No. 2007.004; White, Leslie
  - iv. File No. 2007.098; Pagel, Inga
- c. Issues from and regarding the National Association of State Boards of Accountancy (NASBA)  
Board to review documents and correspondence from NASBA, receive an update from Board staff, and may take action on the following:
  - i. Ctrl-v Rescore Issue
  - ii. CBT Security Fees
  - iii. Report from NASBA Western Regional Meeting
  - iv. Exposure Draft regarding Mobility
- d. Issues from and regarding the American Institute of Certified Public Accountants (AICPA)  
Board to review documents and correspondence from AICPA, receive an update from Board staff, and may take action on the following:
  - i. Peer Review Transparency Implementation Process
- e. Response / Non-response to Offered Decision and Order (By Consent)  
Update on status of offered Decision & Order (By Consent), review and consideration of any response/counteroffer or failure to respond. The Board may vote to take further action on the following:
  - i. File No. 2006.062; Kistler, Thomas Walker

- ii. File No. 2007.013; Buttrum, L.Z.
- iii. File No. 2006.067; Craven, Judy A.
- iv. File No. 2007.112; Hanson, David A.
  
- f. Application for Certification by Examination, Deferral/Denial by Certification Committee - A.R.S. § 32-721  
Anne Ball  
Jeffrey Allen Lee  
Kevin Michael Monachelli
  
- g. Request for a CPE Waiver and/or Fee Waiver – A.R.S. § 32-730(C) & (D)  
Michael J. Kane 2791-E
  
- h. Request for a CPE Extension  
Mitchell D. Chronister 11525-R
  
- i. Request for inactive status – ARS 32-730:  
Christopher Anthony Dyrek 3458-E  
Gary Neil Scrivner 4112-R  
Theodore Paul Valmassei 13022-R
  
- j. Recommendation of Accounting and Auditing Standards Committee  
The Committee recommended that the Board approve the following individuals for 5 year terms to the Committee:  
Andy D. Coumides 5180-E  
Stephen T. Harris 5299-E
  
- k. Recommendation of Tax Practice Committee  
The Committee recommended that the Board approve the following individual for 5 year term to the Committee:  
Michael P. O'Malley 6874-R
  
- l. Recommendation of Certification Committee  
The Committee recommended that the Board approve the following individual for 5 year term to the Committee:  
Jeffrey Thomas Bray 2685-E
  
- m. Firm Compliance - R4-1-454  
Gail Dean Kolesar 4893-S  
Timothy H. Ligget 5359-S  
Daniel A. Meijome 5871-S  
Charles E. Milliner 4238-S
  
- n. Firm Compliance - R4-1-455.03(D)(2)  
Westling & Eldridge PC 2369-C

- o. Application for Reinstatement – A.R.S. § 32-748:  
Michael A. Esparza 10627-E  
Tari Ann Starr 6169-E  
Lynda J. Taylor 4843-E
- p. Consent Order Compliance – Request for Waiver of 30 day CPE Pre-Approval Requirement and Approval of CPE Courses  
File No. 2004.047; Abbott, William G.

### **EXECUTIVE SESSION**

The Board will go into executive session on the following items, pursuant to A.R.S. §38-431.03(A)(1), to discuss or consider of employment, assignment, appointment, promotion, demotion, dismissal, salaries, disciplining or resignation of a public officer, appointee or employee of any public body, except that, with the exception of salary discussions, an officer, appointee or employee may demand that the discussion or consideration occur at a public meeting. The public body shall provide the officer, appointee or employee with written notice of the executive session as is appropriate but not less than twenty-four hours for the officer, appointee or employee to determine whether the discussion or consideration should occur at a public meeting.

- 12. Personnel Issue**  
Executive Director Review

### **OPEN SESSION**

- 13. Legal Action on Executive Session Items**  
Board may take legal action on the items considered in Executive Session.
- 14. Consent Agenda** (The Board may pull any of the following items off the consent agenda to take individual action.) Board discussion and legal action on the following items:
  - a. Recommended for Registration of Professional Corporation for the following Applicants - (Meets the requirements of A.R.S. § 32-734):

Toel CPA PC	Neil Garnaas CPA PC
Partner: James P. Toel 12696-E	Partner: Neil Garnaas 9202-R
David A. Denomy PC	
Partner: David A. Denomy 2785-E	
  - b. Recommended for Registration of LLC/PLLC/LLP's for the following Applicants (Meet the requirements of A.R.S. § 32-735):

Cummings & Company PLC	Hofmann Kesselman PLC
Partners: Olin E. Cummings 1695-R	Partners: Robert C Hofmann 2300-R
Samuel L. Cummings 14370-E	Howard Kesselman 3212-R
  - c. Recommended for Registration of Sole Practitioner for the following Applicants (Meet the requirements of A.R.S. § 32-731):

Brandon Flake Accounting	SageTree Consulting
Owner: Brandon Flake 13590-E	Owner: Lance Kintz 3756-E

## AGENDA DETAIL

July 9, 2007

Page 6

- Banks Tax & Accounting  
Owner: Laura Banks 10375-E
- d. Recommended for Firm Name Change:
- |                                   |  |
|-----------------------------------|--|
| Abalos & Associates PLLC          | Thomas S. Holly CPA PLLC                   |
| Abalos & Associates PC 327-C      | Associated Financial & Tax Services 2637-L |
| Partners: Sandra A. Abalos 2977-E | Partner: Thomas S. Holly 4039-E            |
| Barry Friefield 4233-R            |  |
| Cheryl Folkerth 7384-E            |  |
- 
- |                                       |                                 |
|---------------------------------------|---------------------------------|
| Ludwig Klewer & Co PLLC               | Butler, Jones & Hansen PC CPA's |
| Ludwig, Schacht & Klewer PLLC 1106-L  | Partners: Gregg Butler 3672-E   |
| Partners: Christopher W Ludwig 5310-E | Rondal Jones 3645-E             |
| Julie S. Klewer 7292-E                | Paul Hansen 12547-E             |
- e. Request for Firm Cancellation – Do not wish to renew:  
Tax Strategies PLLC 2675-L
- f. Recommended for Cancellation of Certificate per registrant's request not to renew:
- |                          |                              |
|--------------------------|------------------------------|
| Tracey L. Martin 12452-E | Scott Andrew McCaulou 5058-E |
|--------------------------|------------------------------|
- g. Recommended for Reissuance of Certificate because of Name Change:
- |  |                                      |
|--|--------------------------------------|
| Jeanette Carolina (Apostol) 14094-E      | Wendy G. Schacht (Alexonis) 9222-E   |
| Kimberly E. Miller (M. Pangalos) 13993-E | Paul Joseph Gasser (Beckert) 13069-E |
- h. Recommended for Reactivation of Certificate from Inactive Status - A.R.S. §32-730(E):
- |                              |                        |
|------------------------------|------------------------|
| Duane Layton Standage 5073-E | Lori Carol Mann 3720-E |
|------------------------------|------------------------|
- i. Recommendation of the Certification Committee for approval of Certification by Examination - A.R.S. §32-721:
- |                         |                            |
|-------------------------|----------------------------|
| D. Celine Baker         | Anna Westendorf            |
| Ike D. Braden           | James M. Burton (2nd Time) |
| Gina M. Doll            | Lance E. Eskildson         |
| Jorie Hoskins           | Erin B. Itkoe              |
| Philip L. Jacobs        | Byron Michael Jeffers      |
| Rhonda Woodruff Jones   | Renee Kolodziej            |
| Andrew E. Koslow        | Christina G. LaFleur       |
| Wendy L. Wrenn          | Dan Liao                   |
| Kenneth S. McLemore     | Jennifer Woys              |
| Rachel Nichols          | David H. Parry             |
| Ryan Nicholas Patterson | Jessica Ann Pegram         |
| Suzette L. Prante       | Ira Rotenberg              |
| Chad Thurston           |                            |

j. Recommendation of the Certification Committee for approval of Certification by Reciprocity based on Substantial Equivalency - A.R.S. § 32-726(B):

Jeff W. Andrew – Idaho	Tracey L. Armstrong – Texas
Tommy L. Barnhart – Tennessee	Norm Bittner – Virginia
Robert J. Brostrom – Montana	Michael Joseph DeVries – Texas
David W. Donell – Nevada	Joanne M. Elsen – Illinois
Darrow Craig Garner – Texas	Troy S. Gilreath – Texas
Kimberly D. Kruel – Missouri	Mark T. Martens - North Dakota
Timothy J. McGill – Nebraska	Lynn R. Nixon – Washington
Paula Susan Port – Alaska	Christopher E. Rivard – Washington
Ariel E. Simon-Westreich	David Stende - North Dakota
Shannyn D. Stern - California	Don Whitmire, Jr., Texas
Lori J. Zuidema - Michigan	

k. Recommendation of the Certification Committee for approval of Certification by Grade Transfer - A.R.S. § 32-723:

Andrew Burch – Nevada	Bradley V. Martorana – Maryland
Lauri T. McAuliffe – Pennsylvania	Laurie Rennie – Nevada
Bryan W. Stewart - Colorado	

l. Recommendation of the Certification Committee for approval of Examination Candidates for the Uniform CPA Exam - A.R.S. § 32-723:

Elorm Y. Abadjivor	Madeline Estella Arriaga
Andrew Justin Baker	Scott Richard Blaser
Jia Jia Cao	Isabelle Pastorfide Carnecer
Pablo Andres Cavazos	Oussama Hassan Chamas
Lori C. Chapes	Ashley Ann Chard
Jonathan R. Chevalier	Brytni Rose Clutter
Aaron Michael Coates	Alyx Anne Cohan
Katherine Margaret Craer	Bret Albert Crosby
Dana Jay Cummings	Joshua Philip Cupero
Alison Eve Ethridge	Rosa Fagerstrom
Xu Fang	Ronda M. Gagne
Katie Marie Giesen	Gregory Nathan Gunn
Dina Marie Hackett	Thorsten Oliver Hain

## AGENDA DETAIL

July 9, 2007

Page 8

Matthew Brian Hergenroether	Lori Kay Hertenstein
Kayleen Lori Howard	Joshua Thomas Jackson
Katie Lorena Jackson	Pinki Jain
Jessica R. Johnson	Christian R. Korsnack
David Edward Kramer	Sarah Marie Larsen
Ying-Ying Lin	Michael D. McDonald
Steven Joseph Malina	Monica Marie Mares
Robin Carol Michaelis	Joseph Dwight Mosier
Alexandra D. Nelson	Justin Earl Ortego
Rex A. Pope	Marquez Quintero
Scott Gregory Rane	Eric Alan Rant
Matthew Olin Reams	Lance Patrick Reamy
Nathan Daniel Reiss	Susan M. Reneau
Michael D. Richtsmeier	Kelly Diane Robinson
Cynthia Yasset Ruiz	Sunny Jagjivan Sanghani
Sharlene Santos	Laura Theresa Schafer
Taylor Ronald Searle	Mark Alan Smith
Eric E. Spires	John Paul Standing
Suzanna Clare Standing	Rosalba Dominguez Sutherlin
Lisa Charlene Taetle	Wayne Alan Tanner
Mark Nathan Tew	Janelle Sue Underhill
Troy Kenneth Vigil	Michael Robert Wallace
Rebecca Marie Weber	Hongtao Yin
Sherry Marshall	

- m. Recommendation of the Peer Review Oversight Advisory Committee for approval of the following firms in compliance with A.A.C. R4-1-454:

Amado & Associates CPA's PC 2473-C	Associated Financial & Tax Services 2637-L
BDO Seidman LLP 2683-B	Benjamin, John R. PC 2112-C
Bertram, Angela D. 5630-S	Chesler, Priscilla CPA PC 1188-C
Cohen, Rife & Jitzi 79-C	CPA on Call LLC 2631-L
Cronstrom Osuch & Co. PC 504-C	Cunningham, Loren CPA PLLC 2204-L
Dembowski, Lawrence S. CPA 4871-S	Galitski, Thomas CPA 4099-S



## **AGENDA DETAIL**

July 9, 2007

Page 9

Lorenzo PLC 2207-L

Maxwell Accounting & Executive Services LLC  
2607-L

Miller, Joseph R. PC 2676-C

Pagel, Inga A. CPA 4889-S

Parker, Preston CPA PC 977-C

Psarros, Gus James PC 2041-C

Sarvas King & Coleman PC 478-C

Semple Marchal & Cooper 933-B

Stewart, Brent PC 349-C

Swan, Carrie C. 4790-S

Wallace, Blaine C. CPA 4400-S

### **15. Summary of Current Events**

### **16. Discussion of Items to be placed on future meeting agenda**

### **17. Adjournment**